

Department of Commerce

| DIVISION SUMMARY: | FY 2003 Total Appr | FY 2003 Actual | FY 2004 Total Appr | FY 2005 Request | FY 2005 Gov Rec | FY 2005 Approp |
|--------------------------------------|-------------------------------|---------------------------|-------------------------------|----------------------------|----------------------------|---------------------------|
| BY PROGRAM | | | | | | |
| Commerce | 28,766,400 | 24,605,900 | 28,585,000 | 29,453,800 | 29,652,100 | 30,019,800 |
| Idaho Rural Partnership | 165,700 | 14,400 | 278,600 | 284,200 | 281,700 | 281,700 |
| Total: | 28,932,100 | 24,620,300 | 28,863,600 | 29,738,000 | 29,933,800 | 30,301,500 |
| BY FUND SOURCE | | | | | | |
| General | 6,453,800 | 6,292,500 | 6,254,400 | 6,474,000 | 7,067,400 | 7,435,100 |
| Dedicated | 6,445,100 | 5,214,400 | 6,555,000 | 6,787,600 | 6,680,600 | 6,680,600 |
| Federal | 16,033,200 | 13,113,400 | 16,054,200 | 16,476,400 | 16,185,800 | 16,185,800 |
| Total: | 28,932,100 | 24,620,300 | 28,863,600 | 29,738,000 | 29,933,800 | 30,301,500 |
| Percent Change: | | (14.9%) | 17.2% | 3.0% | 3.7% | 5.0% |
| BY EXPENDITURE CLASSIFICATION | | | | | | |
| Personnel Costs | 3,072,400 | 2,583,500 | 3,214,600 | 3,295,300 | 3,323,700 | 3,335,200 |
| Operating Expenditures | 4,218,200 | 3,434,700 | 4,255,500 | 4,589,700 | 4,560,600 | 4,566,800 |
| Capital Outlay | 10,000 | 2,600 | 12,000 | 127,000 | 18,000 | 18,000 |
| Trustee/Benefit | 21,631,500 | 18,599,500 | 21,381,500 | 21,726,000 | 22,031,500 | 22,381,500 |
| Total: | 28,932,100 | 24,620,300 | 28,863,600 | 29,738,000 | 29,933,800 | 30,301,500 |
| Full-Time Positions (FTP) | 54.00 | 54.00 | 55.00 | 54.00 | 54.00 | 54.50 |

In accordance with Idaho Code §67-3519, this department is authorized no more than 54.50 full-time equivalent positions at any point during the period July 1, 2004 through June 30, 2005 for the programs specified.

| | FTP | Gen | Ded | Fed | Total |
|---|--------------|------------------|------------------|-------------------|-------------------|
| FY 2004 Original Appropriation | 54.00 | 6,242,500 | 6,555,000 | 16,054,200 | 28,851,700 |
| Supplementals | 1.00 | 11,900 | 0 | 0 | 11,900 |
| FY 2004 Total Appropriation | 55.00 | 6,254,400 | 6,555,000 | 16,054,200 | 28,863,600 |
| FTP or Fund Adjustment (Non-cognizable) | 0.00 | 0 | 0 | 260,000 | 260,000 |
| FY 2004 Estimated Expenditures | 55.00 | 6,254,400 | 6,555,000 | 16,314,200 | 29,123,600 |
| Removal of One-Time Expenditures | (1.00) | (11,900) | (6,000) | (266,000) | (283,900) |
| FY 2005 Base | 54.00 | 6,242,500 | 6,549,000 | 16,048,200 | 28,839,700 |
| Personnel Cost Rollups | 0.00 | 40,600 | 12,200 | 10,400 | 63,200 |
| Inflationary Adjustments | 0.00 | 0 | 0 | 0 | 0 |
| Replacement Items | 0.00 | 0 | 9,000 | 9,000 | 18,000 |
| Nonstandard Adjustments | 0.00 | (1,900) | (700) | 109,300 | 106,700 |
| Change in Employee Compensation | 0.00 | 36,200 | 11,100 | 8,900 | 56,200 |
| FY 2005 Program Maintenance | 54.00 | 6,317,400 | 6,580,600 | 16,185,800 | 29,083,800 |
| Enhancements | 0.50 | 1,117,700 | 100,000 | 0 | 1,217,700 |
| FY 2005 Total | 54.50 | 7,435,100 | 6,680,600 | 16,185,800 | 30,301,500 |
| Chg from FY 2004 Orig Approp. | 0.50 | 1,192,600 | 125,600 | 131,600 | 1,449,800 |
| % Chg from FY 2004 Orig Approp. | 0.9% | 19.1% | 1.9% | 0.8% | 5.0% |

I. Department of Commerce: Commerce

STARS Number & Budget Unit: 220 COAA, 220 COAB(Cont)

Bill Number & Chapter: H843 (Ch.351), S1405 (Ch.76), H607 (Ch.346), H805 (Ch.282)

PROGRAM DESCRIPTION: Promotes a healthy state economy by working to: (1) Expand existing Idaho industries; (2) Promote investments in Idaho; (3) Develop markets for Idaho products and services; (4) Attract new businesses to Idaho; (5) Promote Idaho's travel industry; (6) Improve Idaho's image; (7) Provide technical assistance to local governments and administer the Community Development Block Grant program. [Statutory Authority: Idaho Code §67-4701 et seq.]

| PROGRAM SUMMARY: | FY 2003 Total Appr | FY 2003 Actual | FY 2004 Total Appr | FY 2005 Request | FY 2005 Gov Rec | FY 2005 Approp |
|--|-----------------------|-------------------|-----------------------|--------------------|--------------------|-------------------|
| BY FUND SOURCE | | | | | | |
| General | 6,453,800 | 6,292,500 | 6,254,400 | 6,474,000 | 7,067,400 | 7,435,100 |
| Dedicated | 6,420,800 | 5,214,200 | 6,430,700 | 6,660,900 | 6,556,300 | 6,556,300 |
| Federal | 15,891,800 | 13,099,200 | 15,899,900 | 16,318,900 | 16,028,400 | 16,028,400 |
| Total: | 28,766,400 | 24,605,900 | 28,585,000 | 29,453,800 | 29,652,100 | 30,019,800 |
| Percent Change: | | (14.5%) | 16.2% | 3.0% | 3.7% | 5.0% |
| BY EXPENDITURE CLASSIFICATION | | | | | | |
| Personnel Costs | 2,981,200 | 2,583,500 | 3,110,500 | 3,188,900 | 3,216,400 | 3,227,900 |
| Operating Expenditures | 4,143,700 | 3,420,300 | 4,081,000 | 4,411,900 | 4,386,200 | 4,392,400 |
| Capital Outlay | 10,000 | 2,600 | 12,000 | 127,000 | 18,000 | 18,000 |
| Trustee/Benefit | 21,631,500 | 18,599,500 | 21,381,500 | 21,726,000 | 22,031,500 | 22,381,500 |
| Total: | 28,766,400 | 24,605,900 | 28,585,000 | 29,453,800 | 29,652,100 | 30,019,800 |
| Full-Time Positions (FTP) | 53.00 | 53.00 | 54.00 | 53.00 | 53.00 | 53.50 |
| DECISION UNIT SUMMARY: | FTP | General | Dedicated | Federal | Total | |
| FY 2004 Original Appropriation | 53.00 | 6,242,500 | 6,430,700 | 15,899,900 | 28,573,100 | |
| 1. Water Agreement (H843) | 1.00 | 11,900 | 0 | 0 | 11,900 | |
| FY 2004 Total Appropriation | 54.00 | 6,254,400 | 6,430,700 | 15,899,900 | 28,585,000 | |
| Non-Cognizable Funds and Transfers | 0.00 | 0 | 0 | 260,000 | 260,000 | |
| FY 2004 Estimated Expenditures | 54.00 | 6,254,400 | 6,430,700 | 16,159,900 | 28,845,000 | |
| Removal of One-Time Expenditures | (1.00) | (11,900) | (6,000) | (266,000) | (283,900) | |
| FY 2005 Base | 53.00 | 6,242,500 | 6,424,700 | 15,893,900 | 28,561,100 | |
| Personnel Cost Rollups | 0.00 | 40,600 | 12,200 | 9,000 | 61,800 | |
| Replacement Items | 0.00 | 0 | 9,000 | 9,000 | 18,000 | |
| Nonstandard Adjustments | 0.00 | (1,900) | (700) | 109,400 | 106,800 | |
| Change in Employee Compensation | 0.00 | 36,200 | 11,100 | 7,100 | 54,400 | |
| FY 2005 Maintenance (MCO) | 53.00 | 6,317,400 | 6,456,300 | 16,028,400 | 28,802,100 | |
| 1. Increase Spending Authority | 0.00 | 0 | 100,000 | 0 | 100,000 | |
| 2. Office of Science & Technology | (0.50) | 50,000 | 0 | 0 | 50,000 | |
| 3. Restore Rural Grant Funding | 0.00 | 500,000 | 0 | 0 | 500,000 | |
| 4. H843 - Water Agreement | 1.00 | 567,700 | 0 | 0 | 567,700 | |
| FY 2005 Total Appropriation | 53.50 | 7,435,100 | 6,556,300 | 16,028,400 | 30,019,800 | |
| Change From FY 2004 Original Approp. | 0.50 | 1,192,600 | 125,600 | 128,500 | 1,446,700 | |
| % Change From FY 2004 Original Approp. | 0.9% | 19.1% | 2.0% | 0.8% | 5.1% | |

SUPPLEMENTAL: H843 funds the legislative commitment to a stipulated agreement to develop a long-term solution to address the declines in spring flows discharging from the Eastern Snake Plain Aquifer. Included in this agreement is funding for one additional position for the Department of Commerce to assist water users affected by the decline in flows from springs below the Eastern Snake River Plain.

APPROPRIATION HIGHLIGHTS: The appropriation contained the following features common to all FY 2005 agency budgets: Personnel benefit costs were funded. No inflationary increases were funded. One-time replacement items include \$18,000 in capital outlay (4 PCs, 8 monitors). Nonstandard adjustments reflect changes in Attorney General, Controller and Treasurer fees and risk management rates. A 2% Change in Employee Compensation (CEC) increase was fully funded, with an additional one-time 1% CEC contingent upon a prescribed ending balance in the General Fund at the end of fiscal year 2004 (H805). There were three enhancements funded in this budget. The first provides \$100,000 in dedicated fund spending authority for special license plate revenues. The second authorizes the creation of an Office of Science & Technology, removes .5 FTP (the director of the newly merged department will be funded half from Commerce and half from Labor), moves \$50,000 from personnel costs to operating expenses and adds \$50,000 General Funds for a total of \$100,000 to fully fund the new Science & Technology office. The third restores \$500,000 to the Rural Economic Development Grants program which was lost during the budget cuts of prior years. H843 also added \$500,000 (one-time) for grants to affected spring users to implement infrastructure improvements, and \$67,700 for full year costs of the position authorized in the supplemental appropriation.

OTHER LEGISLATION: H607 merges the Departments of Commerce and Labor. The departments were budgeted separately for FY 2005 to give them time to work out the details of the merger. It is anticipated that the newly created Department of Commerce & Labor will be appropriated in a single bill for FY 2006.

| FY 2005 APPROPRIATION: | FTP | Pers. Cost | Oper Exp | Cap Out | T/B Pymnts | Lump Sum | Total |
|----------------------------------|------------|-------------------|-----------------|----------------|-------------------|-----------------|--------------|
| G 0001-00 General | 35.10 | 2,111,400 | 1,073,700 | 0 | 3,750,000 | 0 | 6,935,100 |
| OT G 0001-00 General | 0.00 | 0 | 0 | 0 | 500,000 | 0 | 500,000 |
| D 0212-00 Tourism & Promotion | 9.40 | 546,500 | 2,604,100 | 0 | 2,802,000 | 0 | 5,952,600 |
| OT D 0212-00 Tourism & Promotion | 0.00 | 0 | 0 | 9,000 | 0 | 0 | 9,000 |
| D 0349-00 Miscellaneous Rev | 1.00 | 118,900 | 104,700 | 0 | 0 | 0 | 223,600 |
| D 0401-00 Seminars and Publ. | 0.00 | 0 | 371,100 | 0 | 0 | 0 | 371,100 |
| F 0348-00 Federal Grant | 8.00 | 451,100 | 238,800 | 0 | 15,329,500 | 0 | 16,019,400 |
| OT F 0348-00 Federal Grant | 0.00 | 0 | 0 | 9,000 | 0 | 0 | 9,000 |
| Totals: | 53.50 | 3,227,900 | 4,392,400 | 18,000 | 22,381,500 | 0 | 30,019,800 |

II. Department of Commerce: Idaho Rural Partnership

STARS Number & Budget Unit: 220 COAC

Bill Number & Chapter: S1405 (Ch.76), H805 (Ch.282)

The Idaho Rural Partnership (IRP), reauthorized by Exec. Order No. 2003-01, joins diverse public and private resources in innovative collaborations to strengthen communities and improve life in rural Idaho. The IRP Board of Directors has established the following issues and activities as priorities for IRP action: (1) serve as a "champion" for rural Idaho; (2) expand competitive access to domestic and international markets; (3) seek resolution of conflicts especially on environmental issues; (4) provide leadership training and development; and (5) serve as a "One Stop Shop" for information on rural resources.

| PROGRAM SUMMARY: | FY 2003 Total Appr | FY 2003 Actual | FY 2004 Total Appr | FY 2005 Request | FY 2005 Gov Rec | FY 2005 Approp |
|--|-------------------------------|---------------------------|-------------------------------|----------------------------|----------------------------|---------------------------|
| BY FUND SOURCE | | | | | | |
| Dedicated | 24,300 | 200 | 124,300 | 126,700 | 124,300 | 124,300 |
| Federal | 141,400 | 14,200 | 154,300 | 157,500 | 157,400 | 157,400 |
| Total: | 165,700 | 14,400 | 278,600 | 284,200 | 281,700 | 281,700 |
| Percent Change: | | (91.3%) | 1,834.7% | 2.0% | 1.1% | 1.1% |
| BY EXPENDITURE CLASSIFICATION | | | | | | |
| Personnel Costs | 91,200 | 0 | 104,100 | 106,400 | 107,300 | 107,300 |
| Operating Expenditures | 74,500 | 14,400 | 174,500 | 177,800 | 174,400 | 174,400 |
| Total: | 165,700 | 14,400 | 278,600 | 284,200 | 281,700 | 281,700 |
| Full-Time Positions (FTP) | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 |
| DECISION UNIT SUMMARY: | | | | | | |
| | FTP | General | Dedicated | Federal | Total | |
| FY 2004 Original Appropriation | 1.00 | 0 | 124,300 | 154,300 | 278,600 | |
| FY 2005 Base | 1.00 | 0 | 124,300 | 154,300 | 278,600 | |
| Personnel Cost Rollups | 0.00 | 0 | 0 | 1,400 | 1,400 | |
| Nonstandard Adjustments | 0.00 | 0 | 0 | (100) | (100) | |
| Change in Employee Compensation | 0.00 | 0 | 0 | 1,800 | 1,800 | |
| FY 2005 Total Appropriation | 1.00 | 0 | 124,300 | 157,400 | 281,700 | |
| Change From FY 2004 Original Approp. | 0.00 | 0 | 0 | 3,100 | 3,100 | |
| % Change From FY 2004 Original Approp. | 0.0% | | 0.0% | 2.0% | 1.1% | |

APPROPRIATION HIGHLIGHTS: Personnel benefit costs were funded. No inflationary increases were funded. Nonstandard adjustments reflect changes in Controller fees. A 2% Change in Employee Compensation (CEC) increase was fully funded, with an additional one-time 1% CEC contingent upon a prescribed ending balance in the General Fund at the end of fiscal year 2004 (H805).

| FY 2005 APPROPRIATION: | FTP | Pers. Cost | Oper Exp | Cap Out | T/B Pymnts | Lump Sum | Total |
|-------------------------------|------------|-------------------|-----------------|----------------|-------------------|-----------------|--------------|
| D 0349-00 Miscellaneous Rev | 0.00 | 0 | 124,300 | 0 | 0 | 0 | 124,300 |
| F 0348-00 Federal Grant | 1.00 | 107,300 | 50,100 | 0 | 0 | 0 | 157,400 |
| Totals: | 1.00 | 107,300 | 174,400 | 0 | 0 | 0 | 281,700 |